

MIAMI-DADE COUNTY, FLORIDA

**BALANCE SHEET
GOVERNMENTAL FUNDS**

September 30, 2004

(in thousands)

	General Fund	Other Governmental Funds	Total Governmental Funds
ASSETS:			
Cash and cash equivalents	\$ 29,624	\$ 386,650	\$ 416,274
Investments	26,919	533,073	559,992
Receivables, net	4,811	33,145	37,956
Delinquent taxes receivable	20,243	7,385	27,628
Allowance for uncollected delinquent taxes	(20,243)	(7,385)	(27,628)
Due from other funds	151,997	9,879	161,876
Due from other governments	57,517	213,908	271,425
Mortgages and loans receivable, net		315,927	315,927
Inventories	18,341	790	19,131
Other assets		26,289	26,289
Total assets	<u>\$ 289,209</u>	<u>\$ 1,519,661</u>	<u>\$ 1,808,870</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts payable and accrued liabilities	\$ 82,086	\$ 98,434	\$ 180,520
Retainage payable		19,070	19,070
Due to other funds	3,711	86,738	90,449
Due to other governments	18,755	8,435	27,190
Unearned revenue	278	42,816	43,094
Assets held in trust		359,100	359,100
Total liabilities	<u>104,830</u>	<u>614,593</u>	<u>719,423</u>
Fund balances:			
Reserved for encumbrances	22,656	254,570	277,226
Reserved for inventories	18,341	790	19,131
Reserved for due from other governments	3,020	1,009	4,029
Reserved for mortgages receivable		189,404	189,404
Reserved for debt service		56,409	56,409
Reserved for permanent endowments		3,260	3,260
Reserved for environmentally endangered lands	66,015		66,015
Reserved for stormwater utility	7,781		7,781
Unreserved, reported in major funds	66,566		66,566
Unreserved, reported in nonmajor:			
Special revenue funds		277,892	277,892
Capital project funds		121,599	121,599
Permanent funds		135	135
Total fund balances	<u>184,379</u>	<u>905,068</u>	<u>1,089,447</u>
Total liabilities and fund balances	<u>\$ 289,209</u>	<u>\$ 1,519,661</u>	<u>\$ 1,808,870</u>

The notes to the financial statements are an integral part of this statement.

MIAMI-DADE COUNTY, FLORIDA

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS**

September 30, 2004

(in thousands)

Total fund balances--governmental funds \$ 1,089,447

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. These assets consist of:

Land	\$	522,254	
Buildings and building improvements		1,749,291	
Machinery and equipment		292,625	
Infrastructure		2,082,500	
Construction in progress		532,382	
Accumulated depreciation		<u>(2,069,528)</u>	
Total capital assets			3,109,524

The Internal Service Fund is used to charge the cost of self-insurance to individual funds.

The assets and liabilities (including \$173,715 of estimated claims payable) of the Internal Service Fund are included in the governmental activities section of the Statement of Net Assets. (114,355)

The Statement of Net Assets includes an adjustment to reflect an allocation of the internal service fund loss to business-type activities. This adjustment increases the Internal Balances account of governmental activities. 34,942

Some liabilities are not due and payable in the current period and therefore are not reported in the fund statements. Those liabilities consist of:

Bonds, loans, and notes payable	\$	(1,567,796)	
Lease agreements		(11,888)	
Accrued interest payable		(36,753)	
Compensated absences		(292,220)	
Accrued post-retirement health insurance benefits		(4,343)	
Arbitrage rebate liability		(52)	
Due to Housing Finance Authority		(2,000)	
Other liabilities		<u>(16,942)</u>	
Total long-term liabilities			(1,931,994)

The Statement of Net Assets includes certain assets that are not available to pay for the current period's expenditures, but the fund statements exclude those assets.

Accounts receivable for revenues "not available" 37,490

Bond issuance costs are treated as expenditures in the governmental funds, but are deferred to future periods in the Statement of Net Assets (amortized over the life of the bonds). 6,331

Net assets of governmental activities \$ 2,231,385

The notes to the financial statements are an integral part of this statement.

MIAMI-DADE COUNTY, FLORIDA

**STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2004

(in thousands)

	General Fund	Other Governmental Funds	Total Governmental Funds
Revenues:			
Taxes	\$ 1,073,792	\$ 692,323	\$ 1,766,115
Special tax assessments		50,708	50,708
Licenses and permits	86,043	4,830	90,873
Intergovernmental revenues	199,985	616,572	816,557
Charges for services	183,991	86,497	270,488
Fines and forfeitures	29,578	22,357	51,935
Investment income	4,081	23,610	27,691
Other	46,468	165,081	211,549
Total revenues	1,623,938	1,661,978	3,285,916
Expenditures:			
Current:			
Policy formulation and general government	307,699	101,560	409,259
Protection of people and property	720,652	293,782	1,014,434
Physical environment	59,855	74,810	134,665
Transportation	26,146	165,908	192,054
Health	33,583	17,865	51,448
Human services		254,157	254,157
Socio-economic environment	11,674	346,586	358,260
Culture and recreation	84,894	145,028	229,922
Debt service:			
Principal retirement		74,870	74,870
Interest		50,867	50,867
Other		439	439
Capital outlay	14,043	266,492	280,535
Total expenditures	1,258,546	1,792,364	3,050,910
Excess (deficiency) of revenues over expenditures	365,392	(130,386)	235,006
Other financing sources (uses):			
Long-term debt issued		131,080	131,080
Premium (discount) on long-term debt		2,200	2,200
Capital leases		11,888	11,888
Transfers in	46,619	244,658	291,277
Transfers out	(423,440)	(257,532)	(680,972)
Total other financing sources (uses)	(376,821)	132,294	(244,527)
Net change in fund balances	(11,429)	1,908	(9,521)
Fund balances--beginning	194,980	903,160	1,098,140
Increase (decrease) in reserve for inventory	828		828
Fund balances--ending	\$ 184,379	\$ 905,068	\$ 1,089,447

The notes to the financial statements are an integral part of this statement.

MIAMI-DADE COUNTY, FLORIDA
RECONCILIATION OF THE CHANGE IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2004
(in thousands)

Net change in fund balances - total governmental funds **\$ (9,521)**

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense.

In the current period, these amounts are:

Capital outlay	\$ 280,535	
Depreciation expense	(121,905)	
Excess of capital outlay over depreciation expense		158,630

The issuance of long-term debt provides a source of current financial resources to governmental funds. However, issuing debt increases long-term liabilities in the statement of net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, but these amounts are deferred and amortized in the statement of activities. In the current year, these amounts consist of:

Bonds and notes issued, including premium of \$2,200	\$ (133,280)	
Capital lease agreements	(11,888)	
Bond issuance costs paid during the current year	1,836	
Amortization/reduction of bond premium	831	
Amortization/reduction of bond issuance costs	(257)	
Total bond proceeds and related transactions		(142,758)

The repayment of long-term debt is reported as a use of financial resources in governmental funds, but reduces long-term liabilities in the statement of net assets. In the current year, these amounts consist of:

Bond, loans and notes principal retirement	74,870
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The repayment of an amount due to the Housing Finance Authority is reported as an expense in the fund statements, but reduces the Due to Component Units in the Statement of Net Assets.	5,000
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Some revenues in the statement of activities do not provide current financial resources and are not reported as revenues in the funds.	37,490
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Some revenues reported in the fund statements are revenues of prior periods and are not reported as revenues in the statement of activities.	(35,461)
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Interest accreted on capital appreciation debt	\$ (24,403)	
Increase in compensated absences	(24,339)	
Net increase in inventories	828	
Net decrease in other long-term liabilities	584	
Total additional expenditures		(47,330)

(continued)

MIAMI-DADE COUNTY, FLORIDA
RECONCILIATION OF THE CHANGE IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2004
(in thousands)

Interest expense in the statement of activities includes additional accrued interest calculated for bonds and notes payable. The fund statements report payments of interest expense related to prior periods, which has been eliminated in the statement of activities.

Additional accrued interest expense	\$ (25,310)	
Interest expense, prior period	<u>22,440</u>	
		\$ (2,870)

The Internal Service Fund is used by management to charge the costs of self-insurance to individual funds. The change in net assets of the fund was reported with the governmental activities in the statement of activities. (19,009)

The amount of the Internal Service Fund's loss on transactions with business-type activities was eliminated from the governmental activities in the Statement of Activities. 11,243

Loss on the sale or disposal of capital assets is reported in the Statement of Activities, but is not reported in the fund financial statements. (5,805)

Proceeds on the sale of capital assets are reported in the fund statements, but not reported in the Statement of Activities. (1,092)

Change in net assets of governmental activities	<u><u>\$ 23,387</u></u>
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The notes to the financial statements are an integral part of these statements.